

**LAKE AND PENINSULA BOROUGH
WORKSHOP
Monday, January 14, 2013 4:00 p.m.**

Assembly: Mayor Glen Alsworth
Randy Alvarez
Nana Kalmakoff – via teleconference
Myra Olsen
Michelle Pope-Ravenmoon
Christina Salmon
Victor Seybert – Absent, unexcused

Staff: Kate Conley, Borough Clerk
Lamar Cotten, Borough Manager

Guests: Aisha Tinker Bray, Attorney, Guess & Rudd
Tom Bolen, Anchorage, Alaska
Mark Earnest, Haines, Alaska
Nathan Hill, Kokhanok, Alaska

The meeting was called to order at 5:42 pm. Note: The meeting was started late due to weather conditions.

Motion was made by Assembly member Olsen to go to Executive session as per Borough Code 2.08.050 (B. & D.) at 5:43 pm. Motion was seconded by Assembly member Alvarez. Motion passed unanimously by voice vote.

The workshop was recessed at 5:43 pm.
The Assembly went into Executive Session at 5:43 pm.

Mr. Earnest joined the Assembly in executive session at 6:10 pm and departed the meeting at 6:40 pm. Mr. Bolen joined the Assembly in executive session at 6:42 pm and departed the meeting at 6:07 pm. Mr. Hill joined the Assembly in executive session at 7:10 pm and departed the meeting at 7:28 pm. Mr. Earnest joined the Assembly in executive session at 8:10 pm and departed the meeting at 8:24 pm. Mr. Bolen joined the Assembly in executive session at 8:26 and departed the meeting at 8:47pm.

Motion was made by Assembly member Olsen to close the executive session and reconvene the Assembly workshop. Motion was seconded by Assembly Alvarez. Motion passed unanimously by voice vote.

The workshop was reconvened at 9:07 pm

The workshop was cancelled by unanimous consent.

Meeting was adjourned at 9:07 pm.

**LAKE AND PENINSULA BOROUGH
REGULAR ASSEMBLY MEETING
Tuesday, January 15, 2013 9:00 a.m.**

Assembly: Mayor Glen Alsworth
Randy Alvarez
Nana Kalmakoff – via teleconference
Myra Olsen
Michelle Pope-Ravenmoon
Christina Salmon
Victor Seybert – via teleconference

Staff: Kate Conley, Borough Clerk
Lamar Cotten, Borough Manager
Susan Edwards, Finance Officer
Ted Meyer, Community Development Coordinator

Guests: Nathan Hill, Lake and Peninsula Borough Planning Commissioner
Bob Loeffler, Jade North LLC
Ty Mase, Superintendent, Lake and Peninsula School District
AlexAnna Salmon, Lake and Peninsula Borough Planning Commissioner
Adam Sadoski, Alaskans for Bristol Bay
Anders Gustafson, Renewable Resources Coalition
George Jacko, Pedro Bay, Alaska
Alexander “Skipper” Tallekpalek, Lake and Peninsula Borough Planning Commissioner
Laura Hylton, Business Manager, Lake and Peninsula School District
Kathy Christy, Lake and Peninsula School District
Richard Sharpe, City of Chignik, Alaska
Robert Carpenter, City of Chignik, Alaska
Don Bumpus, Lake and Peninsula Borough Planning Commissioner
Scott Anderson, Lake and Peninsula Borough Planning Commissioner
Lary Hill, Lake and Peninsula Borough Planning Commissioner
Sharon Wilson, Pebble Limited Partnership
Rick Luthi, Lake and Peninsula School District

A. CALL TO ORDER

The regular meeting of the Lake and Peninsula Borough Assembly was called to order by Mayor Glen R. Alsworth, Sr. on Tuesday, January 15, 2013 at 9:05 a.m. in the meeting room of the Lake and Peninsula School District. The meeting was transmitted via teleconference.

B. ROLL CALL

A quorum was established with Mayor Glen R. Alsworth, Sr. and Assembly members Randy Alvarez, Myra Olsen, Michelle Pope-Ravenmoon and Christina Salmon present. Nana Kalmakoff and Victor Seybert attended via teleconference.

C. APPROVAL OF AGENDA -

A motion was made by Assembly member Olsen and seconded by Assembly member Alvarez to approve the agenda for the January 15, 2012 regular meeting with the addition of items H. 2. Genetically Modified Fish, H. 3. Resolution 13-06, H. 4. Board of Fish Budget, H. 5. Manager Position. Motion passed unanimously by voice vote.

D. ELECTION OF DEPUTY MAYOR

Assembly member Alvarez nominated Assembly member Olsen as Deputy Mayor. Nomination was seconded by Assembly member Ravenmoon. There were no more nominations. The Assembly ratified the nomination by unanimous voice vote.

E. CONSENT AGENDA

Motion was made by Assembly member Olsen to approve the consent agenda as presented. Motion was seconded by Assembly member Salmon. There was no discussion. Motion was approved unanimously by voice vote.

F. APPROVAL OF MINUTES

Motion was made by Assembly member Olsen to approve the minutes of the November 15, 2012 Assembly meeting. Motion was seconded by Assembly member Alvarez. No scrivener's errors were noted. Motion passed unanimously by voice vote.

G. MANAGER'S & STAFF REPORTS

1. **Introduction of Guests** – The mayor invited each person in the room to introduce themselves.
2. **Manager's Report** – Lamar Cotten reported he has busy with the manager selection process. He then introduce Susan Edwards, the new Finance Director and thanked Richard Wallace for his service.
3. **Consultant's Report** – Mr. Loeffler explained the Bristol Bay Area Plan. He said that the Department of Natural Resources recently settled a suite to amend the plan. Each parcel of land has been assigned a use, label and rules. There were modest changes in the settlement. It does not change anything in respect to Pebble Mine. It may change the Borough's municipal entitlements because the Borough cannot select lands with environmental classification. All classifications are multiple use and are only a label, but the rules determine the usage. The Mayor suggested the staff research which of the lands the Borough has selected were reclassified.
4. **Community Development Coordinator's Report** – Ted Meyer explained that he will be helping Levelock and Port Heiden with their erosion problems. He then updated the Assembly on the scrap metal project. He said it will be two phase. First will be to collect and stage the debris in the village and the second will be to remove and haul it to Seattle. The Planning Commission helped to plan the project at their meeting the day before. There are three regions and it may take two years complete.
5. **Planning Commission Minutes** – no discussion
6. **Fishery Report**– Mr. Cotton presented Chuck McCallum's report which distilled the Board of Fish meeting and the outcomes. Don Bumpus explained that trawlers are trying to create a rock fish fishery. The federal government is taking away the state fisheries. There was a discussion of the requirement to have a counter/watcher/observer on board fishing vessels. There was a discussion of the rationalization of trawlers and their share of the fishery. There was a discussion of the escapement goals by the Board of Fish.
7. **Finance Report** – Mr. Wallace reported that 78% of the budgeted raw fish income has already come in and it is anticipated to meet budget. He explained that the debt service appears to be overspent because the \$1 million bond payment has to be made and then the Borough will be reimbursed 90% from the state. That payment is expected in the next 5 to 10 days. So despite the alarming numbers, the Borough is on budget.
8. **Lobbyist's Report** – Mr. Cotton explained that redistricting will not effect the borough as much as others.

9. **Clerk's Report** - Ms. Conley reminded the Assembly and Planning Commission that APOC Financial Disclosures are due in March. She has been working with the villages on CIP lists and CAPSIS entries. She then showed the Assembly the design for the new election envelopes that will include more security and invited the Assembly to look it over and add comments.

10. **School Superintendent's Report** - Mr. Mase presented the projected attendance. Two or three schools are projected to be under ten students in the next year. He then explained that the district has been fortunate with grants. The district has received grants for tutors, both on line and in person. Online music lessons are to start. This will help our students, but it will also help the teachers who are learning to teach. The district also received \$25,000 for the vocational education project. Test scores are up and attendance is up. The sites at risk for projected enrollment under ten are Levelock, Chignik Lagoon and Pilot Point, with the Lagoon and Pilot Point projected to be less than ten in the next year. Mr. Cotton explained that Kathy Christy will lead a discussion regarding bonding later in the meeting. He added that Lake and Peninsula Borough is less than 1% of the Alaska population. Some of the projects that need to be completed are big and expensive because of the location. The Borough can continue to not spend and save their money, but at some point the savings are not paying the interest negated by increased costs of a project due to inflation. The Borough will soon have no debt and interest rates are low. It may be also be possible to add some capital projects for the villages to the proposed school bond.

The meeting was recessed at 10:20 am

The meeting was reconvened at 10:30 am

PRESENTATION - KATHY CHRISTIE re: SCHOOL BOND

Ms. Kathy Christie presented a power point demonstration for three projects: Port Alsworth Addition and Renovation - \$15 million; Newhalen Gym and Kitchen Expansion - \$3.2 million; District Wide Major Maintenance - \$1.8 million. Mr. Ty Mase, School Superintendent, explained that growth is happening in Newhalen and Port Alsworth. The school district is currently renting space from Port Alsworth Improvement Corp. There are a lot of regional events at Newhalen. Finally, the district needs to do something to solve the heating issues and save money. Assembly member Olsen asked about alternative energy. Mr. Mase said that many of the schools are already using waste heat and what is needed is efficiency improvements. Assembly member Siebert asked how much the cost of the work is per square foot. Ms. Christie said the cost is currently \$750 per square foot. Laura Hylton noted that the cost in 2001 was \$250 per square foot.

H. NEW BUSINESS

1. **Ordinance 13-01 AN ORDINANCE OF THE LAKE AND PENINSULA BOROUGH, ALASKA, CALLING FOR A SPECIAL ELECTION TO BE HELD IN THE BOROUGH ON APRIL 29, 2013, FOR THE PURPOSE OF SUBMITTING TO THE QUALIFIED VOTERS OF THE BOROUGH ONE OR MORE PROPOSITIONS FOR THE ISSUANCE OF GENERAL OBLIGATION BONDS TO FINANCE CAPITAL IMPROVEMENTS IN THE BOROUGH - Motion was made by Assembly member Olsen to introduce Ordinance 13-01. Motion was seconded by Assembly member Ravenmoon.** Assembly member Alvarez asked about Election Day and what would be the deadline for the ordinance. He said he wants to see the numbers and the costs. He asked if the Borough can afford this. Mr. Cotton explained that this is an ordinance to schedule an election and does not describe what will be on the ballot. This is the first step and has to be advanced so it can be sent to the Department of Justice. The mayor requested that at the next meeting the finance department produce numbers including construction costs and the

inflation of construction as well as projects from the communities to request for funding. Motion passed unanimously by voice vote.

2. **Genetically Modified Fish** – Mr. Cotten explained that genetically modified salmon have been approved by the FDA. Assembly member Alvarez said that we need to lobby the senators to make sure that these fish are properly labeled. Assembly member Olsen agreed and added that the food industry is very powerful and GMO labeling has been thwarted at every proposal. Motion was made by Assembly member Olsen to approve the proposed letter for submittal. Motion was seconded by Assembly member Alvarez. The Mayor read the letter. There was no further discussion. Motion passed unanimously by voice vote.
3. **Resolution 13-06 re: Gulf of Alaska Groundfish Management Proposals** – Motion was made by Assembly member Olsen, and seconded by Assembly member Ravenmoon to adopt resolution 13-06. Mr. Cotton explained that the groundfish management proposal is not in the best interest of LPB citizens. Assembly member Olsen agreed and added that it is a threat to local communities and to fisherman and their crew. Motion passed unanimously by voice vote.
4. **Board of Fish Budget** – Mr. Cotten suggested \$10,000 for the Board of Fish meeting attendance. This would send representatives to Dillingham in January. At the next meeting the finance department will present where the money will come from. Motion was made by Assembly member Alvarez and seconded by Assembly member Olsen to approve \$10,000 to be added to the Borough budget for Board of Fish expenses. Motion passed unanimously by voice vote.
5. **Manager Position** – Motion was made by Assembly member Olsen to recommend Nathan Hill as the new manager. Motion was seconded by Assembly member Alvarez. Assembly member Ravenmoon disclosed that Mr. Hill is her hunting partner and in the summer she fishes for him as he is her employer at that time. Assembly member Olsen said she supports Mr. Hill because he is local and she would like the communities to be self-sufficient. She said Mr. Hill is a good role model. The Mayor remembers that 25 years ago Nathan's uncle, Frank Hill, pushed to start the Borough. Assembly member Alvarez said that homegrown is good. The Assembly was polled. Olsen-yes, Kalmakoff-yes, Salmon-yes, Seybert-yes, Alvarez-yes, Alsworth-yes, Ravenmoon-abstain. The Mayor directed the manager to negotiate a contract.

H. UNFINISHED BUSINESS

1. Borough Capital Project Updates

- a. **Kokhanok Wind Project** – Mr. Cotten asked Nathan Hill for an update on the wind project. Mr. Hill explained that the ribbon cutting ceremony was for construction but the ultimate goal is to shut down the diesel generators. The project has received another \$150,000 grant from AEA to work on the controller and better programming to predict the power usage and to ultimately be able to shut down the generations. Mr. Cotten added that the project is now owned by the village of Kokhanok.

Igiugig Wind - AlexAnna Salmon explained that Professor Ping visited Igiugig for an experimental wind turbine. UAF and CalTech University are doing a test demo in Alaska. The mission is to help a village reduce their diesel consumption and increase their sustainability. It is proposed to install two small 6 kw turbines and if it is successful, to eventually install 50-60 turbines.

- b. **Wood Boiler Projects** – AlexAnna Salmon thanked the Assembly for the opportunity to install a wood boiler in Igiugig. She said it is up and running well and the village council building/hanger is running mostly on wood. The system is burning one cord of wood every five weeks. The boiler is filled and burns once a

day. Nathan Hill said the boiler in Kokhanok is running and heating the building. The punch list is not yet finished and they are not yet receiving good data. The project is employing local citizens and they are harvesting wood.

- c. **Port Heiden Power System and Wind Design** – Mr. Cotten said that the City of Port Heiden is still seeking funding for their wind power system.
 - d. **Lake Iliamna Community Barge Landings** – Mr. Cotten explained that BBNC may have rock for the landings. They are looking at a source in Pedro Bay for rock for the dock. There is also an option for floating dock.
 1. **Igiugig** – no discussion
 2. **Kokhanok** – no discussion
 - e. **Perryville Boat Launch & Haul Out Facility** – There has been discussion of construction of a building to house boats to work on them in the winter.
 - f. **Chignik Public Dock** – Mr. Cotten explained that the ferry system needs to have two dolphins installed. The City of Chignik could afford to split the cost and purchase one, but is asking the Borough to purchase the second one. Each dolphin costs \$87,500. Motion was made by Assembly member Olsen for the Borough to pay \$87,500 for improvements to the Chignik Dock subject to the work be completed before the ferry service commences in the Spring and that the state assures the Borough of continued service starting in May. Motion was seconded by Assembly member Alvarez. Motion passed unanimously by voice vote.
 - g. **Williamsport/Pile Bay Road & Associated Projects** – Mr. Cotten reported that the Corps of Engineers has not made the final decision if they will do the study. He suggested they may move forward in the Spring. Meanwhile, the Borough will continue to work with the Department of Transportation for bridge improvements
 - h. **Iliamna/Nondalton Road** – Mr. Cotten said there is nothing new on this project. It has been delayed until 2014.
 - i. **City of Chignik and Chignik Lagoon Hydro Studies** – no discussion
 1. **City of Chignik** – no discussion
 2. **Chignik Lagoon** – The permit was promised, but it is not likely to be completed this week. The Borough is providing technical assistance to the village.
 - j. **Port Alsworth Airport** – There is a memo in the packet from Mark Hickey. The next step is a detailed development plan.
2. **Levelock & Port Heiden Erosion** – Mr. Cotten explained that Ted Meyer is working with Scott Anderson and Skipper Tallekpalek on these issues. He will have an estimated cost for the next meeting.
 3. **Student Representative on the Assembly** – Bill Hill said that this project is moving forward. Because the school district is concerned about the number of absences this position will create, the position will be split and two representatives will alternate meetings. The District will hire a chaperone who will be a Bristol Bay resident to spend the night with the student. The students will be asked to write letters of interest and the student council will choose the representatives at a Jamboree. Assembly member Olsen asked if the representative misses nine days out of the school year, how does that effect their studies. Mr. Bill Hill said that it depends on the student, and it could help some students be more focused. The absences would not count toward unexcused absences, but would be excused. The Mayor explained that the Assembly often meets in other villages and asked if the chaperone would travel with the student. Mr. Hill said that the chaperone would not, but a district employee at the village would be present. The Chaperone would also be tasked with helping the student to disseminate their experience and write a report. Assembly member Ravenmoon thanked Mr. Hill. She said that the student should be able to get credit. She added that the report could be an article for the newsletter. Motion was made Assembly member Olsen to move forward with the student representative position as outlined. Motion was seconded by Assembly member Ravenmoon. Assembly member Seybert asked what the costs to the

Borough will be. The Mayor explained that the costs should be minimal. Motion passed unanimously by voice vote.

4. **CIP List** - Kate Conley presented the most recent CIP list as updated by the villages. There was no discussion.

K. TIME AND PLACE OF NEXT MEETING

1. **Regular Meeting - February 15, 2013 in King Salmon** - There will be an Assembly meeting on January 29, 2013 for a public hearing on Ordinance 13-01 via teleconference.

L. CITIZEN'S COMMENTS

AlexAnna Salmon thanked the Assembly for the wood boiler. She congratulated Nathan Hill. She also congratulated those Assembly members with 100% attendance. **Lary Hill** congratulated Nathan Hill and said he was very proud of his nephew. **Nathan Hill** thanked everyone for their congratulations and the Assembly for their trust and support. He also stated it was great to work with the Planning Commission. **Ty Mase** welcomed Nathan Hill and thanked Lamar Cotten for his work for the school district.

M. ASSEMBLY COMMENTS -

Myra Olsen stated that the Borough has been blessed to have Lamar Cotten work as the manager. She thanked Richard Wallace for his work and welcomed Susan Edwards. She added that she is glad to be on the Assembly

Randy Alvarez welcomed Nathan Hill.

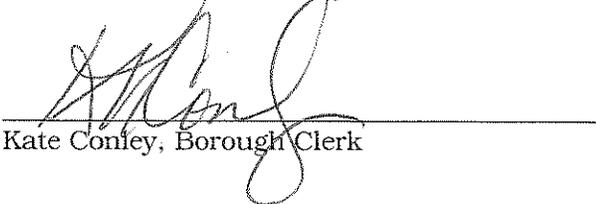
N. MAYOR'S COMMENTS - The Mayor asked staff to check with the communities and ask for capital projects for potential bond funding. He said he especially wants projects where the bond money can be used to leverage other grant funds. He said he wants the project amounts and language ready for the February meeting so there is time to educate the citizens. He suggested the meeting on Monday start early.

P. ADJOURNMENT

A motion was made by Assembly Member Olsen and seconded by Assembly Member Salmon to adjourn the meeting of November 15, 2012 at 12:45 pm. The meeting was adjourned by unanimous consent.



Glen R. Alsworth, Sr., Mayor



Kate Conley, Borough Clerk

Feb 19, 2013
~~Jan 15, 2013~~ KMC

Date